

UNITED STATES DISTRICT COURT
EASTERN DISTRICT OF MICHIGAN
SOUTHERN DIVISION

UNITED STATES OF AMERICA,

Plaintiff,

-v-

D-1 PAUL NICOLETTI,

Defendant.

Case No: 2:15-cr-20382
Honorable Victoria Roberts
Magistrate Judge Elizabeth Stafford

DEFENDANT'S MOTION TO CORRECT AMENDED JUDGMENT
[ECF NO. 214] BASED ON CLERICAL ERROR

NOW COMES Defendant, Paul Nicoletti and states as follows:

1. On June 11, 2021, the Government filed its Motion to Correct Clerical Error pursuant to Fed. R. Cr. P. 36 [ECF No. 225].
2. The Government's motion is based upon arithmetical errors that were transposed and then overlooked, resulting in erroneous restitution calculations.
3. The Defendant has set forth in his Brief in Support, additional errors that have a significant impact not only upon the amount of restitution ordered, but also upon the legitimacy of the sentence imposed.

WHEREFORE, Defendant respectfully requests that this court eliminate any financial obligation to make restitution to the delineated victims, since they have been paid in full. Lastly, pursuant to Fed. R. Cr. P. 35, Defendant requests that this court resentence Defendant in order to correct the arithmetical, technical, or other clear errors outlined in Defendant's Brief.

Respectfully submitted,

A handwritten signature in black ink, appearing to read 'Paul Nicoletti', with a horizontal line underneath it.

Paul Nicoletti
Acting *In Pro Se*
7474 Port Austin Road
Caseville, Michigan 48725
(989) 550-5050
paulnicoletti@gmail.com

Dated: June 15, 2021

UNITED STATES DISTRICT COURT
EASTERN DISTRICT OF MICHIGAN
SOUTHERN DIVISION

UNITED STATES OF AMERICA,

Plaintiff,

-v-

Case No: 2:15-cr-20382

Honorable Victoria Roberts

Magistrate Judge Elizabeth Stafford

D-1 PAUL NICOLETTI,

Defendant.

**DEFENDANT'S BRIEF IN SUPPORT OF MOTION TO CORRECT AMENDED
JUDGMENT [ECF NO. 214]
BASED ON CLERICAL ERROR**

On June 11, 2021, the Government filed its Motion to Correct Clerical Error pursuant to Fed. R. Cr. P. 36 [ECF No. 225]. The Government's motion is based upon mathematical errors that were transposed and then overlooked, resulting in erroneous restitution calculations. Unfortunately this was just the tip of the iceberg insofar as numerous other errors have been discovered.

**FAILURE TO APPLY THE
CORRECT SENTENCING STATUTE AND TO
APPLY CIVIL LITIGATION RECOVERIES**

The PSR dated 11-15-19, mistakenly cites 18 U.S.C. §3663A, at ¶59 of the PSR. This provision makes the award of restitution mandatory as opposed to 18 U.S.C. §3663(a), which is discretionary. 18 U.S.C. §3663A states as follows:

(a)

(1)

Notwithstanding any other provision of law, **when sentencing a defendant convicted of an offense described in subsection (c), the court shall order**, in addition to, or in the case of a misdemeanor, in addition to or in lieu of, any other penalty authorized by law, that the defendant make restitution to the victim of the offense or, if the victim is deceased, to the victim's estate.

[Emphasis Added]

However, the correct sentencing statute 18 U.S.C. §3663 states:

(a)

(1)

(A)

The court, when sentencing a defendant convicted of an offense under this title, section 401, 408(a), 409, 416, 420, or 422(a) of the Controlled Substances Act (21 U.S.C. 841, 848(a), 849, 856, 861, 863) (but in no case shall a participant in an offense under such sections be considered a victim of such offense under this section), or section 5124, 46312, 46502, or 46504 of title 49, other than an offense described in section 3663A(c), **may order**, in addition to or, in the case of a misdemeanor, in lieu of any other penalty authorized by law, that the defendant make restitution to any victim of such offense, or if the victim is deceased, to the victim's estate. The court may also order, if agreed to by the parties in a plea agreement, restitution to persons other than the victim of the offense.

[Emphasis added]

Obviously the difference between “may” and “shall” is monumental when it comes to the sentencing phase of a criminal prosecution, as it would have a significant impact on the imposed sentence as well as the term of incarceration. USSG §5E1.1.

Restitution

59. **Statutory Provisions:** Pursuant to 18 U.S.C. § 3663A, restitution in the total amount of \$5,478,751.58 shall be ordered in this case. Restitution, as set forth below, is due and owing to the following victims:

<u>Victim Name</u>	<u>Amount of Loss</u>
Fifth Third Bank	\$1,257,751.58
Chubb Insurance	\$2,021,000.00
First American Title Recovery	\$2,200,000.00

60. **Guideline Provisions:** Restitution shall be ordered. USSC §5E1.1.

Paragraphs 59 and 60 from the Amended PSR make it clear that the court used the wrong sentencing statute, the Amended Judgment [ECF No. 214] also fails to abide by 18 USC §3663(c)(2)(B), which states:

In no case shall the amount of restitution ordered under this subsection exceed the amount of the fine which may be ordered for the offense charged in the case.

It is crucial to note that 18 U.S.C. § 3663A does not contain the above stated language which limits the amount of restitution to the amount of the fine set forth in 18 U.S.C. § 1344. Applying said statute to the Defendant's case means that under no circumstance can the restitution order exceed the maximum fine of \$1,000,000.00. 18 U.S.C. § 1344. The Indictment charges only three offenses under 18 U.S.C. § 1344 and hence, the court as its upper most limit, could if it chose to, award a maximum of \$3,000,000.00 based on the Indictment language. There is no legal authority that allows a court under 18 U.S.C. § 3663, to exceed the maximum amount of the fine.

The Sixth Amendment prohibits a judge from "inflict[ing] punishment that the jury's verdict alone does not allow." *Blakely v. Washington*, 542 U.S. 296, 304 (2004). In *Apprendi v. New Jersey*, 530 U.S. 466 (2000), the Court held that "any fact" other than a prior conviction that "increases the penalty for a crime beyond the prescribed

statutory maximum must be submitted to a jury, and proved beyond a reasonable doubt.” Id. at 490. That rule is rooted in “two longstanding tenets of common-law criminal jurisprudence.” Blakely, 542 U.S. at 301. The first is that “the ‘truth of every accusation’ against a defendant ‘should afterwards be confirmed by the unanimous suffrage of twelve of his equals and neighbours.’ ” Ibid. (quoting 4 William Blackstone, Commentaries on the Laws of England 343 (1769)). The second is that “ ‘an accusation which lacks any particular fact which the law makes essential to the punishment is * * * no accusation within the requirements of the common law, and it is no accusation in reason.’ ” Id. at 301-302 (quoting 1 Joel Prentiss Bishop, Criminal Procedure 55 (2d ed. 1872)); see *Cunningham v. California*, 549 U.S. 270, 281 (2007).

The jury in Defendant’s case was only charged with three loans, being 3935 Quarton, 3941 Quarton, and Vacant Lone Pine. The jury never had an opportunity to find Defendant guilty on more than the three loans from the Indictment. Not only did the district court expand the amount of the loans to six, but the court also utilized the incorrect sentencing statute, which ignored the statutory maximum restitution amount. This was a clear abuse of discretion, which illustrates the significance of the error¹. Further error occurred in the PSR² dated 11-15-19, where the PSR mistakenly cites a Superseding Indictment that would cover more than the 3 loans referenced in Indictment. ¶16 of PSR. In this case, there was no such superseding Indictment. The PSR dated 11-15-19, mistakenly cites at ¶19 an 18 level increase, which exceeds the maximum loss

¹ At the time of Sentencing, the court took into consideration, the Fabrizio Letter, that had nothing to do with being a victim. The Government also provided an attachment to Govt. Memorandum, ECF No. 179, PageID 2859, that had absolutely nothing to do with the proofs at trial. ECF No. 179, PageID 2860, Line 1-4.

² The PSR dated 11-15-19, mistakenly cites at ¶45 that “Defendant has over a million dollars in assets” and ignores the fact the homes are owned jointly and the actual value is listed at \$826,200.

authorized by statute. Also see ¶55 of the Amended PSR, where fine is capped at \$1,000,000.

Based upon the chart set forth below, which arguably included all six of the loans, it is clear that any and all victims have been paid in full based upon the civil recoveries to the extent that the chart shows that the victims have been overpaid in the amount of \$8,541,713.02. An expanded version of the information detailing the amounts set forth in the chart set below is attached as **Exhibit 1**.

ADDRESS	BORROWER	LOAN DISBURSEMENT AMT.	Paid by	RECOVERED	Loan Disbursement Amount minus total recovered
3320 Franklin Rd.	Turon	\$1,615,250.17			
			TOTAL PAID	\$ 2,712,651.29	\$1,097,401.12
Lot 88 Brookside	Langhorne	\$553,763.55			
			TOTAL PAID	\$ 699,579.66	\$145,816.11
3935 Quanton (Charged)	Glover	\$1,711,143.55			
			TOTAL PAID	\$ 1,457,954.66	\$253,188.89
4000 Overlea Court	Floyd Anderson	\$1,253,403.55			
			TOTAL PAID	\$ 1,449,621.11	\$196,217.56
3941 Quanton (Charged)	Maples	\$1,385,959.00			
			TOTAL PAID	\$ 487,734.83	\$898,224.17
Vacant Lone Pine (Charged)	Lucia	\$1,824,156.05			
			TOTAL PAID	\$ 418,744.05	\$1,405,412.00
				TOTAL LOSS BEFORE OFFSETS	<u>\$1,117,390.27</u>
		\$8,343,675.87			
Original Loss					
Liquidation of Properties					\$1,615,980.00
Civil Collection					(\$1,527,198.42)
Current Funds held by FTB					\$253,832.61
ACCOUNTS HELD UNDER TRO					\$155,634.02

Chubb		Paid for multiple loans			\$2,021,000.00
Chubb Indemnity Payment on 12-5- 06					\$1,433,348.24
First American/Wester n Surety/Gulf Insurance		Paid for multiple loans			\$2,200,000.00
CTIAI SETTLEMENT					\$450,000.00
Income Tax Offset that has never been returned					\$2,110.00
				Defense Restitution	\$8,541,713.02

**FAILURE TO ACCURATELY
DISCLOSE THE LOAN AMOUNTS**

Defendant has attached as **Exhibit 2**, the most recent, yet erroneous, schedule of losses prepared by counsel for Fifth Third³ on January 3, 2020 (530 days prior to today).

Case 2:15-cr-20382-VAR-MKM ECF No. 224-2, PageID.3483 Filed 06/10/21 Page 2 of 2

Fifth Third's original loss from the six Continental Title Loans are as follows:

400743696	Mercedes Turon	\$1,620,000.00
400824272	Floyd Anderson III	\$1,258,740.00
401211404	Roselene Langhorne	\$ 574,350.00
401216171	Stephanie P. Glover	\$1,754,380.00
401460811	Scott P. Lucia	\$1,861,080.00
401463518	Chenzira Maples	<u>\$1,374,380.00</u>
Total Loss Amount:		\$8,442,930.00

Notwithstanding the fact that only 3 of the loans are charged in the Indictment, the actual loans amounts set forth above are false. The accurate loan amounts are set forth in attached **Exhibit 3**, and corroborated by attached **Exhibit 4**. Exhibit B shows that the accurate alleged Total Loss Amount should be \$8,343,675.87, which represents a

³ Note: The potential for a victim to miscalculate the Actual Loss or any subsequent recoveries that would reduce Defendant's restitution order, is tantamount to the wolf guarding the henhouse.

\$99,254.13 deduction from the loan amounts referenced in the Amended PSR dated 11-15-19.

**FAILURE TO ACCURATELY
DISCLOSE THE TYRONE HOGAN SETTLEMENT**

On June 5, 2007, Tyrone Hogan and Fifth Third Bank, entered into a Settlement Agreement whereby Tyrone Hogan was to compensate Fifth Third Bank, in the amount of \$2,200,000.00. A copy of the Settlement Agreement is attached as **Exhibit 5**. Needless to say, Defendant's Exhibit 2, fails to mention the \$2,200,000.00, Hogan recovery or any part thereof. Even more curious is the fact that Tyrone Hogan's Plea Agreement mandates restitution be paid in the amount of \$2,829,350.00. [2:09-cr-20410-VAR-MKM Doc # 9 Filed 12/03/09 Pg 9 of 21 Pg ID 27] It is Defendant's position that there should be an additional increase in the civil recoveries in the amount of \$2,829,350.

**FAILURE TO ACCURATELY
DISCLOSE RECEIPT OF FUNDS
PURSUANT TO 18 U.S.C. § 3664(j)(2)**

The Amended Judgment fails to credit Defendant with civil litigation recoveries from Hogan, Chubb, and First American Title Recovery. Pursuant to 18 U.S.C. §3664(j)(2), Defendant's restitution order should be decreased, if not eliminated by 18 U.S.C. §3664(j)(2), which states:

- (2) Any amount paid to a victim under an order of restitution shall be reduced by any amount later recovered as compensatory damages for the same loss by the victim in—
 - (A) any Federal civil proceeding; and
 - (B)

any State civil proceeding, to the extent provided by the law of the State.

As it relates to the Chubb Settlement in the amount of \$4,300,000.00, a copy of the Settlement Documentation between Chubb and Fifth Third Bancorp is attached as **Exhibit 6**. The settlement information whereby the Insurers waive their right to repayment, is clearly the derivative of the Oakland County, Civil Suit No. 2005-070592-CZ. Defendant's restitution order should be decreased by \$4,300,000.00 pursuant to 18 U.S.C. §3664(j)(2). Additionally, **Exhibit 7**, reveals a totally separate payment in the amount of \$1,433,348.24, that was paid to Fifth Third based upon Robert Hance and Anthony Reed's Indemnity Bond. This amount should also reduce Defendant's restitution order.

With regard to the First American Title Recovery payment in the amount of \$2,200,000.00, payment was made based upon years of litigation. Attached hereto as **Exhibit 8**, is a copy of the Docket Entries. The payment of \$2,200,000.00 was to byproduct of civil proceedings and must be offset pursuant to 18 U.S.C. §3664(j)(2).

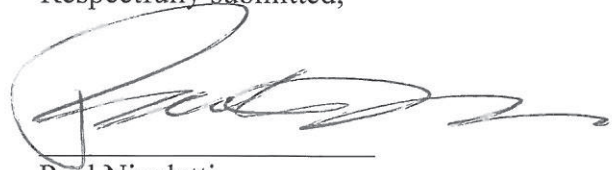
Of special importance is the argument that since both First American Title Recovery and Chubb, waived their subrogation rights as part of the settlement, this means that Fifth Third Bank does not have the obligation to pay them back. The support for the Waiver of Subrogation Rights is not only contained within Exhibit 6 but it is also contained within the Settlement Agreement language set forth below. This court should also note that the waiver of the Insurer Subrogation rights is noted at ¶13 of PSR.

2. INSURERS, for themselves and their successors and assigns, hereby forever waive and discharge any assignment, transfer or conveyance from FIFTH THIRD of any and all claims, rights and causes of action which FIFTH THIRD has or may have against HANCE and REED and/or any other person or entity which may be liable, in whole or in part, for the loss sustained by FIFTH THIRD as the result of the dishonesty of HANCE and REED; and

3. INSURERS, for themselves and their successors and assigns, hereby forever waive and discharge any and all lawful ways and means for the recovery of their payment of \$4,300,000 to FIFTH THIRD; and

The above language in ¶3 states “INSURERS for themselves and their successors and assigns, hereby forever waive and discharge any and all lawful ways and means for the recovery of their payment of \$4,300,000.00 to Fifth Third.” If this court allows the prosecution to get away with this charade, then Fifth Third Bank will receive a double recovery. Where a defendant meets that burden, the district court “must reduce restitution by any amount the victim received as part of a civil settlement to avoid the undesirable result of restitution effecting a double recovery.” *United States v. Joshua Sizemore*, Case No. 16-5700 (6th Cir. 2017) (quoting *United States v. Gallant*, 537 F.3d 1202, 1250 (10th Cir. 2008))

Respectfully submitted,



Paul Nicoletti
Acting *In Pro Se*
7474 Port Austin Road
Caseville, Michigan 48725
(989) 550-5050
paulnicoletti@gmail.com

Dated: June 18, 2021

ADDRESS	BORROWER	Exhibit	LOAN DISBURSEMENT AMT.	Paid by	RECOVERED	Loan Disbursement Amount minus total recovered
3320 Franklin Rd.	Turon	GX15	\$ 1,615,250.17			
				CJ Appraisals, LTD Settlement	\$ 45,000.00	
				State Appraisals Settlement	\$ 103,804.10	
				Hogan Settlement	\$ 1,628,000.00	
				Installments Payments Paid to Lender	\$ 44,860.70	
				Items Paid Off at Closing (File Balance Sheets)	\$ 890,986.49	
				TOTAL PAID	\$ 2,712,651.29	-1,097,401.12
Lot 88 Brookside	Langhorne	GX24	\$ 553,763.55			
				State Appraisal Settlement	\$ 103,804.10	
				CJ Appraisals, LTD Settlement	\$ 15,784.56	
				Hogan Settlement	\$ 572,000.00	
				Items Paid Off at Closing (File Balance Sheets)	\$ 7,991.00	
				TOTAL PAID	\$ 699,579.66	-145,816.11
3935 Quarton (Charged)	Glover	GX24	\$ 1,711,143.55			
				Intallments Payments paid to Lender	\$ 32,191.69	
				Shumake Settlement	\$ 375,000.00	
				State Appraisal Settlement	\$ 103,804.10	
				Items Paid Off at Closing (File Balance Sheets)	\$ 946,958.87	
				TOTAL PAID	\$ 1,457,954.66	253,188.89
4000 Overlea Court	Floyd Anderson	GX15	\$ 1,253,403.55			
				Sold on 10-10-18	\$ 600,000.00	
				Anderson Paid Prin & Int.	\$ 63,364.62	
				Items Paid Off at Closing (File Balance Sheets)	\$ 786,256.49	
				TOTAL PAID	\$ 1,449,621.11	-196,217.56
3941 Quarton (Charged)	Maples	GX49.01	\$ 1,385,959.00			



				Installments Payments made to Lender	\$ 19,467.24	
				The Appraisal Place Settlement	\$ 73,103.39	
				Shumake Settlement	\$ 375,000.00	
				Items Paid Off at Closing (File Balance Sheets)	\$ 20,164.20	
				TOTAL PAID	\$ 487,734.83	898,224.17
Vacant Lone Pine (Charged)	Lucia	GX78.01	\$ 1,824,156.05			
				Hance Settlement	\$ 22,226.24	
				Executive Estate Builders Settlement	\$ 133,407.78	
				Direct Financial Settlement	\$ 155,000.00	
				The Appraisal Place Settlement	\$ 51,147.09	
				Items Paid Off at Closing (File Balance Sheets)	\$ 19,812.10	
				Installments Payments made to Lender	\$ 37,150.84	
		TOTAL LOAN AMOUNTS	\$ 8,343,675.87	TOTAL PAID	\$ 418,744.05	1,405,412.00
					TOTAL	1,117,390.27
Original Loss						
Liquidation of Properties						-1,615,980.00
Civil Collection						-1,527,198.42
Current Funds held by FTB						-253,832.61
ACCOUNTS HELD UNDER TRO						-155,634.02
Chubb		\$ (2,021,000.00)	Paid for multiple loans			-2,021,000.00
Chubb Indemnity Payment on 12-5- 06						-1,433,348.24
First American/Western Surety/Gulf Insurance		\$ (2,200,000.00)	Paid for multiple loans			-2,200,000.00
CTIAI SETTLEMENT						-450,000.00
ILLEGAL TAX OFFSET						-2,110.00
	PSI Restitution		\$ 8,343,675.87		Defense Restitution	-8,541,713.02

From: Weier, Craig (USAMIE)
To: Paul J. Stablein
Subject: FW: Nicoletti Restitution
Date: Friday, January 3, 2020 10:11:00 AM
Attachments: [fifth third restitution.pdf](#)

Here is the chart we discussed by telephone a few minutes ago.
Craig

From: Weier, Craig (USAMIE)
Sent: Friday, November 22, 2019 10:26 AM
To: Turnbull, Charles <cturnbull@orlaw.com>
Subject: Nicoletti Restitution

Hey, Chuck, attached is the restitution synopsis that you provided earlier. Will you please double check it and update if necessary?

Thanks,
Craig

Craig A. Weier
AUSA, EDM
(313) 226-9678



Fifth Third's original loss from the six Continental Title Loans are as follows:

400743696	Mercedes Turon	\$1,620,000.00
400824272	Floyd Anderson III	\$1,258,740.00
401211404	Roselene Langhorne	\$ 574,350.00
401216171	Stephanie P. Glover	\$1,754,380.00
401460811	Scott P. Lucia	\$1,861,080.00
401463518	Chenzira Maples	<u>\$1,374,380.00</u>
Total Loss Amount:		\$8,442,930.00

Fifth Third has recovered the following amounts from the sale of the above six properties:

Sale of Turon Property	\$ 388,500.00
Sale of Anderson Property	\$ 185,000.00
Sale of Langhorne Property	\$ 225,000.00
Sale of Glover Property	\$ 75,000.00
Sale of Lucia Property	\$ 93,980.00
Sale of Maples Property	<u>\$ 75,000.00</u>
	\$1,615,980.00

Net loss after property recovery: \$6,826,950.00

Fifth Third has recovered the following amounts in the civil litigation (by way of settlement or collection on judgments):

Anthony Reed	\$ 3,500.00
*Alan Lucia, Scott Lucia and Direct Financial Corp.	\$ 200,203.06
Michael Bossenberry	\$ 15,000.00
Robert Shumake	\$ 250,995.96
*Continental Title Insurance Agency, Inc.	\$ 450,000.00
*Christine Mays and CJ Appraisals, LTD	\$ 45,000.00
*Pamela Siira and Appraisal Place	\$ 195,000.00
Matthew Flynn	\$ 8,425.40
Additional Recoveries Through Funds Setoffs:	<u>\$ 359,074.00</u>

Total amounts recovered: \$1,527,198.42

Net loss after recoveries: \$5,299,751.58

Allocated portion of Chub insurance recovery
(\$4,300,000 x 47%) \$2,021,000.00

\$3,278,751.58

First American Title recovery \$2,200,000.00

Net loss after allocated insurance recoveries: \$1,257,751.58

ADDRESS	BORROWER	PSI Loss Amount	Exhibit	LOAN DISBURSEMENT AMT.
3320 Franklin Rd.	Turon		GX15	\$ 1,615,250.17
Lot 88 Brookside	Langhorne		GX24	\$ 553,763.55
3935 Quarton (Charged)	Glover		GX24	\$ 1,711,143.55
4000 Overlea Court	Floyd Anderson		GX15	\$ 1,253,403.55
3941 Quarton (Charged)	Maples		GX49.01	\$ 1,385,959.00
Vacant Lone Pine (Charged)	Lucia		GX78.01	\$ 1,824,156.05
			TOTAL LOAN AMOUNTS	\$ 8,343,675.87

Closing Date: 06/20/2005
 Contact: Robin Vandenberg
 Phone: (248) 603-0435
 Fax: (248) 603-0681

To:

Phone:

Fax:

Borrowers: Mercedes Turon (Unmarried)

Return Closing Documents to:

Fifth Third Mortgage - MI, LLC
 1000 Town Center, STE 1600
 Southfield, MI 48075

Property Address: 3320 Franklin Rd
 Bloomfield Hills, MI 48302

Closing Date: May 03, 2005
 Funds Disbursement Date: May 03, 2005
 Lock Expiration Date: June 28, 2005

Disbursement: Loan proceeds will be net funded for all Lender applicable fees, per diem interest and impound (escrow) reserves.

Net Funding Amount: **\$1,615,250.17**

Funds Due from Title Co.:

Affiliate #: 51
 Loan Number: 400743696
 FHA/VA Case Number:
 Mortgage Amount: \$3,375,000.00
 Sales Price: \$5,200,000.00
 Property Type: 1 Unit Single Family, Conv
 Loan Type: ARM
 Loan Purpose:
 Loan Term: 360 months
 Principal & Interest Payment: \$21,332.30
 Mortgage Insurance Co.
 First Payment Due Date: 07/01/06
 Construction Term: 12 months
 Interest Rate: 6.500%

Borrower

Seller

Loan Origination (0.000%):	
Origination Fee:	
Loan Discount (0.000%):	
Bond Fee:	
Appraisal to: C. J. Appraisals, Ltd.	\$2,500.00
Second Appraisal Fee:	
Credit Report to: CSC	\$10.45
Flood Cert to: Southwest Financial	\$4.00
Tax Service to: First American, Inc.	\$72.00
Processing Fee to: Fifth Third Mortgage	
Automated U/W to: Federal Home Loan	\$13.38
Underwriting Fee:	
Extension Rate Lock Fee/Rate Break Fee:	
Float Lock Fee:	
Inspection(s) Fee/Construction Draw:	\$1,200.00
Construction Loan Fee:	\$750.00
Buydown Funds:	
Interest from to @	
Upfront MIP/VA Funding Fee:	
Final Inspection Fee:	
Commitment Fee:	
Redraw Fee:	
GRH Commitment Fee:	
Freshrate Participate Fee:	
OMFA Commitment Fee:	
Other Misc. Closing Costs:	
Hazard Insurance First Year Premium:	
Hazard Insurance Escrow: months @	
Mortgage Insurance Escrow: months @	
Flood Insurance Escrow: months @	
Tax Escrow: City Taxes: months @	
County Taxes: months @	
Assessments: months @	
Escrow Adjustment:	
Curtailment Amount:	
Application Deposit Fee Credit:	
First Draw:	
Lender Credit:	
Completion Escrow to:	
Construction L.I.P. Amount:	\$1,755,000.00

- * Contact Lender immediately if for any reason you cannot comply with these instructions or if you reschedule the closing date. As a closing agent you are liable for any loss resulting from your failure to follow these instructions.
- * These instructions cannot be altered verbally. All alterations or amendments must be in writing and faxed, as necessary, with a confirmation of receipt.
- * Any Lender approved changes to documents must be initialed by all signatories.
- * All conditions required at closing must be faxed to Lender for review prior to funding.
- * Borrowers must sign all loan documents exactly as their names are typed on documents, even if this is not their usual signatures. Please pay special attention to middle initials and middle names, Junior and Senior, trustee and co-trustee, and power of attorney. Do NOT add any additional parties to the Note.
- * You are required to establish the identity of all parties executing closing documents. A witness jurat is not an acceptable means of identification.
- * A closing fee of \$400.00 has been charged. Please notify Lender if this fee is different and/or changes.

Escrow: ☐ Requested ☐ Required
☐ Taxes ☐ Insurance
☐ PMI/MIP ☐ Flood

Account # _____

See Page 2 for Additional Fee Information.





Date: 08/22/2005
 Closing Contact: Robin Vandenberg
 Phone: (248) 603-0435
 Fax: (248) 603-0681

To: Continental Title
 39520 Woodward Avenue
 Bloomfield Hills, MI 48304

Phone: (248) 203-7804
 Fax: (248) 203-2968

Borrowers: Roselene Langhorne (Unmarried)

Return Closing Documents to:
 Fifth Third Mortgage - MI, LLC
 1000 Town Center, STE 1600
 Southfield, MI 48075

Property Address: Lot 88 Brookside
 Birmingham, MI 48009

Closing Date: August 18, 2005
 Funds Disbursement Date: August 18, 2005
 Lock Expiration Date: September 17, 2005

Affiliate #: 51
 Loan Number: 401211404
 FHA/VA Case Number:
 Mortgage Amount: \$1,120,000.00
 Sales Price: \$1,400,000.00
 Property Type: 1 Unit, Single Family, Conv
 Loan Type: ARM
 Loan Purpose:
 Loan Term: 360 months
 Principal & Interest Payment: \$7,264.30
 Mortgage Insurance Co.:
 First Payment Due Date: 10/01/06
 Construction Term: 12 months
 Interest Rate: 6.750%

Disbursement: Loan proceeds will be net funded for all Lender applicable fees, per diem interest and impound (escrow) reserves.

Net Funding Amount: \$553,763.55

Funds Due from Title Co.:

Borrower

Seller

Loan Origination (0.000%):

Origination Fee:

Loan Discount (1.500%):

Bond Fee:

Appraisal to: The Appraisal Place, Inc.

Second Appraisal Fee:

Credit Report to: CSC

Flood Cert to: Southwest Financial

Tax Service to: First American, Inc.

Processing Fee to: Fifth Third Mortgage

Automated U/W to:

Underwriting Fee:

Extension Rate Lock Fee/Rate Break Fee:

Float Lock Fee:

Inspection(s) Fee/Construction Draw:

Construction Loan Fee:

Buydown Funds:

Interest from to @

Upfront MIP/VA Funding Fee:

Final Inspection Fee:

Commitment Fee:

Redraw Fee:

GRH Commitment Fee:

Freshrate Participate Fee:

OHFA Commitment Fee:

Other Misc. Closing Costs:

Hazard Insurance First Year Premium:

Hazard Insurance Escrow: months @

Mortgage Insurance Escrow: months @

Flood Insurance Escrow: months @

Tax Escrow: City Taxes: months @

County Taxes: months @

Assessments: months @

Escrow Adjustment:

Curtailment Amount:

Application Deposit Fee Credit:

First Draw:

Lender Credit:

Completion Escrow to:

Construction L.I.P. Amount:

\$16,800.00

\$1,000.00

\$1,000.00

\$10.45

\$72.00

\$800.00

\$750.00

Survey Fee
 \$150.00

- ◆ Contact Lender immediately if for any reason you cannot comply with these instructions or if you reschedule the closing date. As a closing agent you are liable for any loss resulting from your failure to follow these instructions.
- ◆ These Instructions cannot be altered verbally. All alterations or amendments must be in writing and faxed, as necessary, with a confirmation of receipt.
- ◆ Any Lender approved changes to documents must be initialed by all signatories.
- ◆ All conditions required at closing must be faxed to Lender for review prior to funding.
- ◆ Borrowers must sign all loan documents exactly as their names are typed on documents, even if this is not their usual signatures. Please pay special attention to middle initials and middle names, Junior and Senior, trustee and co-trustee, and power of attorney. Do NOT add any additional parties to the Note.
- ◆ You are required to establish the identity of all parties executing closing documents. A witness jurat is not an acceptable means of identification.
- ◆ A closing fee of \$400.00 has been charged. Please notify Lender if this fee is different and/or changes.

Escrows: ☐ Requested ☒ Required
☒ Taxes ☒ Insurance
☐ PMI MIP ☐ Flood

Account # 7911204993

THIS DOCUMENT IS SUBJECT TO
 PROTECTIVE ORDER ENTERED IN

SEP 9 7 2006



FUNDING NOTIFICATION

Fifth Third Mortgage Company funded the transaction by means of:

Wire Transfer:

Advice of Credit: X

Official Check:

ACCOUNT NAME: Continental Title

FAX: (248) 203-2968

ACCOUNT NUMBER: 7911204993
(if advice of credit)

BANK NAME-ABA NUMBER
ACCOUNT NUMBER
(if wire transfer)

CHECK NUMBER:

RE: NAME: Stephanie P Glover

LOAN NUMBER: 401216171

AMOUNT FUNDED: \$1,711,143.55

DATE FUNDED: August 30, 2005



Date: 6/26/2005
 Closing Contact: Robin Vandenberg
 Phone: (248) 603-0435
 Fax: (248) 603-0681

To: Continental Title
 39520 Woodward Avenue
 Bloomfield Hills, MI 48304

Phone: (248) 203-7804
 Fax: (248) 203-2968

Borrowers: Floyd Anderson III (Married)

Return Closing Documents to:
 Fifth Third Mortgage - MI, LLC
 1000 Town Center, STE 1600
 Southfield, MI 48075

Property Address: 4000 Overlea Ct
 Bloomfield, MI 48302

Closing Date: May 27, 2005
 Funds Disbursement Date: May 27, 2005
 Lock Expiration Date: June 22, 2005

Affiliate #: 51
 Loan Number: 400824272
 FHA/VA Case Number:
 Mortgage Amount: \$2,660,000.00
 Sales Price: \$3,800,000.00
 Property Type: 1 Unit, Single Family, Conv
 Loan Type: ARM
 Loan Purpose:
 Loan Term: 360 months
 Principal & Interest Payment: \$16,813.01
 Mortgage Insurance Co.:
 First Payment Due Date: 07/01/06
 Construction Term: 12 months
 Interest Rate: 6.500%

Disbursement: Loan proceeds will be net funded for all Lender applicable fees, per diem interest and impound (escrow) reserves.

Net Funding Amount: \$1,253,403.55

Funds Due from Title Co.:

Borrower Seller

Loan Origination (0.000%):
 Origination Fee:
 Loan Discount (0.000%):
 Bond Fee:
 Appraisal to: C. J. Appraisals, Ltd. \$3,500.00✓
 Second Appraisal Fee:
 Credit Report to: CSC \$10.45✓
 Flood Cert to: Southwest Financial
 Tax Service to: First American, Inc. \$72.00
 Processing Fee to: Fifth Third Mortgage
 Automated U/W to:
 Underwriting Fee:
 Extension Rate Lock Fee/Rate Break Fee:
 Float Lock Fee:
 Inspection(s) Fee/Construction Draw: \$800.00✓
 Construction Loan Fee: \$750.00
 Buydown Funds:
 Interest from to @
 Upfront MIP/VA Funding Fee:
 Final Inspection Fee:
 Commitment Fee:
 Redraw Fee:
 GRH Commitment Fee:
 Freshrate Participate Fee:
 OHFA Commitment Fee:
 Other Misc. Closing Costs:
 Hazard Insurance First Year Premium:
 Hazard Insurance Escrow: months @
 Mortgage Insurance Escrow: months @
 Flood Insurance Escrow: months @
 Tax Escrow: City Taxes: months @
 County Taxes: months @
 Assessments: months @
 Escrow Adjustment:
 Curtailment Amount:
 Application Deposit Fee Credit:
 First Draw:
 Lender Credit:
 Completion Escrow to:
 Construction L.I.P. Amount: \$1,401,260.00

- ◆ Contact Lender immediately if for any reason you cannot comply with these instructions or if you reschedule the closing date. As a closing agent you are liable for any loss resulting from your failure to follow these instructions.
- ◆ These instructions cannot be altered verbally. All alterations or amendments must be in writing and faxed, as necessary, with a confirmation of receipt.
- ◆ Any Lender approved changes to documents must be initiated by all signatories.
- ◆ All conditions required at closing must be faxed to Lender for review prior to Funding.
- ◆ Borrowers must sign all loan documents exactly as their names are typed on documents, even if this is not their usual signatures. Please pay special attention to middle initials and middle names, Junior and Senior, trustee and co-trustee, and power of attorney. Do NOT add any additional parties to the Note.
- ◆ You are required to establish the identity of all parties executing closing documents. A witness jurat is not an acceptable means of identification.
- ◆ A closing fee of \$400.00 has been charged. Please notify Lender if this fee is different and/or changes.

Escrows: ☐ Requested ☐ Required
☐ Taxes ☐ Insurance
☐ PMI/MIP ☐ Flood

Account # 7911204993

THIS DOCUMENT IS SUBJECT TO A
 PROTECTIVE ORDER ENTERED ON:

SEP 27 2006



FUNDING NOTIFICATION

Fifth Third Mortgage Company funded the transaction by means of:

Wire Transfer:

Advice of Credit: ☒ X

Official Check:

ACCOUNT NAME: Continental Title

FAX: (248) 203-2968

ACCOUNT NUMBER: 7911204993
(if advice of credit)

BANK NAME-ABA NUMBER
ACCOUNT NUMBER
(if wire transfer)

CHECK NUMBER:

RE: NAME: Chanzira Maples

LOAN NUMBER: 401463518

AMOUNT FUNDED: \$1,383,959.00

DATE FUNDED: October 18, 2005

10/21/2005 15:51 2485838881

FIFTH THIRD EAST, MI

PAGE 83/87



To: Continental Title
39520 Woodward Avenue
Bloomfield Hills, MI 48304

Phone: (248) 203-7804
Fax: (248) 203-2968

Borrowers: Scott P Lucia (Married)

Date: 10/21/2005
Closing Contact: Robin Vandenberg
Phone: (248) 603-0435
Fax: (248) 603-0681

Return Closing Documents to:
Fifth Third Mortgage - MI, LLC
1000 Town Center, STE 1600
Southfield, MI 48075

Property Address: Lone Pine Ct
Bloomfield Hills, MI 48304

Closing Date: October 21, 2005
Funds Disbursement Date: October 21, 2005
Lock Expiration Date: November 10, 2005

Disbursement: Loan proceeds will be net funded for all Lender applicable fees, per diem interest and impound (escrow) reserves.

Net Funding Amount: \$1,824,156.05

Funds Due from Title Co.:

	Borrower	Seller
Loan Origination (1.000%)	\$23,700.00	
Origination Fee		
Loan Discount	\$4,462.50	
Bond Fee		
Appraisal fee: The Appraisal Place, Inc.	\$1,500.00	
Second Appraisal Fee:	\$2,500.00	
Credit Report to: CSE	\$10.45	
Flood Cert to: Southwest	\$4.00	
Tax Service to: Citizens Mutual	\$72.00	
Processing Fee to: Fifth Third Mortgage		
Automated UAW fee		
Underwriting Fee:		
Extension Rate Lock Fee/Rate Break Fee:		
Float Lock Fee:		
Inspection/Title Construction Draw:	\$600.00	
Construction Loan Fee:	\$750.00	
Buy down Funds:		
Interest from to @		
Object MIP/VA Funding Fee:		
Equal Inspection Fee:		
Consultant Fee:		
Redraw Fee:		
GRH Commitment Fee:		
Freight Participate Fee:		
OHFA Commitment Fee:		
OHFA Registration Fee:		
Other Misc. Closing Costs:		
Hazard Insurance First Year Premium:		
Hazard Insurance Escrow: months @		
Mortgage Insurance Escrow: months @		
Flood Insurance Escrow: months @		
Tax Escrow: City Taxes: months @		
County Taxes: months @		
Assessments: months @		
Escrow Agreement:		
Contingent Amount:		
Application Deposit Fee Credit:		
First Draw:		
Lender Credit:		
Completion Escrow to:		
Construction L.T.F. Amount:	\$1,700,000.00	

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- Any Lender approved changes to documents must be initiated by all signatories.
- All conditions required at closing must be fixed to Lender for review prior to funding.
- Borrowers must sign all loan documents exactly as their names are typed on documents, even if this is not their usual signatures. Please pay special attention to middle initials and middle names, Junior and Senior, trustee and co-trustee, and power of attorney. Do NOT add any additional parties to the Note.
- You are required to establish the identity of all parties executing closing documents. A witness jurat is not an acceptable means of identification. A closing fee of \$400.00 has been charged.
- Please notify Lender if this fee is different and/or changes.

Escrows: ☒ Requested ☐ Required
☒ Taxes ☒ Insurance
☐ PMI/MIP ☐ Flood

Account # 7911204993

Page 1 (04-06)

MUTUAL RELEASE AND SETTLEMENT AGREEMENT

THIS MUTUAL RELEASE AND SETTLEMENT AGREEMENT ("Agreement") is made this Fifth day of June, 2007, by and between the following parties:

TYRONE A. HOGAN and ROCKRIDGE HOLDINGS, INC., of 4940 Elmgate, Orchard Lake, Michigan 48324 (hereinafter collectively referred to as "Hogan"); and

FIFTH THIRD MORTGAGE-MI, LLC, a Delaware limited liability company, FIFTH THIRD MORTGAGE COMPANY, an Ohio corporation, and FIFTH THIRD BANK, a Michigan banking corporation (all collectively referred to herein as "Fifth Third"), with an address c/o Marc D. Brandt, Esq., Fifth Third Bank, Legal Department, ML 10AT76, 38 Fountain Square, Cincinnati, Ohio 45202.

WHEREAS, Fifth Third commenced suit against Hogan, among others, on or about November 16, 2005, which suit is presently pending in the Oakland County Circuit Court and designated as Case No. 2005-070592-CZ (the "Civil Action"). In the Civil Action, Fifth Third has alleged claims against Hogan in connection with certain mortgages obtained on properties known as Lot 88 Brookside Lane, Birmingham, Michigan, and 3320 Franklin, Bloomfield Hills, Michigan ("Mortgage Loans"); and

WHEREAS, it is the mutual desire and intention of the parties to this Agreement to settle and release any and all claims between them in connection with the Civil Action or the Mortgage Loans, upon the terms and conditions set forth herein.

NOW, THEREFORE, with the foregoing recitals being deemed an essential and integral part of this Agreement, in consideration of the mutual covenants hereinafter contained, and for other good and valuable consideration, the receipt and sufficiency of which is hereby expressly acknowledged and confessed, the Parties, intending to be legally bound hereby, agree as follows:

1. Hogan shall pay to Fifth Third the sum of Two Million Two Hundred Thousand Dollars (\$2,200,000) as follows:

a. On or before June 30, 2007, the sum of Four Hundred Thousand Dollars (\$400,000). Upon payment of said amount, Fifth Third shall discharge its mortgage on the property known as Lot 88 Brookside Lane, Birmingham, Michigan;

b. On or before June 30, 2007, the sum of One Million Two Hundred Thousand Dollars (\$1,200,000). Upon payment of said amount, Fifth Third shall discharge its mortgage on the property known as 3320 Franklin, Bloomfield Hills, Michigan;

c. The sum of \$100,000 on or before July 1, 2007;

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PROTECTIVE ORDER ENTERED ON

SEP 27 2006



- d. The sum of \$150,000 on or before August 1, 2007;
- e. The sum of \$150,000 on or before September 1, 2007;
- f. The sum of \$150,000 on or before October 1, 2007; and
- g. The sum of \$50,000 on or before November 1, 2007.

All of the above payment must be paid to Fifth Third by cashier's check or other immediately available funds, payable to Fifth Third Bank, and shall be paid on or before its respective due date in care of Fifth Third's counsel, O'Reilly Rancilio P.C., 12900 Hall Road, Suite 350, Sterling Heights, Michigan 48313-1151.

Upon payment in full of the aforesaid \$2,200,000, the parties shall execute and file a stipulated order of dismissal with prejudice and without costs of the Civil Action with respect to Tyrone A. Hogan and Rockridge Holdings, Inc., only. It is further understood and agreed that the payments by Hogan are in full accord and satisfaction of disputed claims and the payment and this Agreement are not to be construed as an admission of liability on the part of any party, and liability is hereby expressly denied on the part of the persons, firms, entities and corporations hereby released.

2. Consent Judgment and Default Provisions

If a default in payment by Hogan of any installment payment set forth above shall occur, Fifth Third, by its counsel, shall give written notice by regular mail of said default to Hogan's counsel, Frank J. Palazzolo, at 33830 Harper Avenue, Clinton Twp., MI 48035, and Hogan shall be entitled to a ten (10) day opportunity to cure the default, same to be calculated from the date of mailing of the default notice letter. If the default is not cured by the end of the grace/default-notice cure period, Fifth Third shall be entitled to file and enter the escrowed Consent Judgment referenced below in the Civil Action, with the supporting Affidavit of Fifth Third's counsel with respect to the amount then due after crediting all payments made pursuant to this Settlement Agreement, together with any interest and costs, after application of all payments previously paid by Hogan and without further notice to Hogan or Hogan's counsel. In such event, Fifth Third shall be entitled to recover from Hogan, in addition to the principal sum then owing, interest and costs, reasonable attorney fees incurred to give the notices required under this Agreement, prepare, file and enter the Consent Judgment, and to collect all the monies owed under the Consent Judgment.

Upon execution of this Agreement, Hogan and his counsel shall execute and deliver to Fifth Third a Consent Judgment in the form attached to this Agreement, in the principal amount of \$2,200,000.00. Such Consent Judgment shall be held in escrow by Fifth Third and its counsel and shall be returned to Hogan upon payment in full by him of all installment payments set forth above. In the event of default in payment of any installment by Hogan, the Consent Judgment, following Hogan's failure to cure his default in payment(s), can be filed and entered by Fifth

Third in the Civil Action, without further notice to Hogan or Hogan's counsel. Hogan agrees that the Consent Judgment is and shall be predicated upon the allegations and causes of action for fraud set forth against Hogan in the Civil Action, and further agrees, and the Consent Judgment sets forth, that the Consent Judgment shall be non-dischargeable in any bankruptcy filed by Hogan.

3. Mutual Release

Upon execution and delivery of this Agreement signed by all parties, and completion of timely payment in full by Hogan to Fifth Third of all of the payments set forth in Paragraph 1 above, and in consideration of the mutual release hereby given by each party to all other parties, each party does by these presents hereby release and forever remise, acquit and discharge, for themselves, and their successors and assigns, each other party to this Agreement and all of their agents, attorneys, officers, employees, representatives, successors and assigns, from any and all liability, claims, obligations, causes of action, damages, losses, costs, expenses, contributions, judgments, demands and rights whatsoever, in law or in equity, known and unknown, now existing or directly or indirectly accruing prior to the date of this Agreement and arising out of the Mortgage Loans referenced in the Civil Action. It is further understood and agreed that these mutual releases are in full accord and satisfaction of disputed claims and this Agreement and are not to be construed as an admission of liability on the part of any party, and liability is hereby expressly denied on the part of the persons, firms, entities and corporations hereby released. This Release does include and encompass any and all claims by any party against any other party for interest, service charges, costs, including attorneys' fees, or other expenses or claims in connection with the Civil Action or this Agreement. Hogan acknowledges that Fifth Third alleges to have claims against Hogan and others in connection with other mortgage loans which are apart from, and not included in, the Civil Action and any such separate claims, if any, are not released by this Agreement.

4. Governing Law

This Agreement shall in all be governed, construed and interpreted in all respects, whether as to validity, construction, capacity, performance, breach or otherwise under, by and in accordance with the laws of the State of Michigan.

5. Voluntary Consent

The Parties hereby acknowledge and represent that they have read this Agreement in full and that they understand and voluntarily consent and agree to each and every provision contained herein after consultation with legal counsel. Hogan further represents that he has identified Frank J. Palazzolo, as his legal counsel representing him for all purposes in the Civil Action and execution of this Agreement.

6. Integration and Entire Agreement

The Parties hereby mutually declare and agree that they fully understand the terms of this settlement and Agreement, that the terms and conditions stated herein are the sole consideration

for this Agreement, and that they have voluntarily agreed and have accepted this Agreement for the purpose of making a full and final compromise and settlement of any and all claims of any party against any other party based upon transactions or events occurring through the date of execution of this Agreement. This Agreement constitutes and states the entire, full and final agreement of the Parties and supersedes and forever terminates all prior and contemporaneous oral or written representations, promises, commitments, writings, agreements, understandings and negotiations of the Parties regarding the subject matter hereof. No parol evidence or prior or contemporaneous agreements, understandings or negotiations shall govern or be used to construe or modify this Agreement.

7. No Third Party Beneficiary

Nothing expressed or implied in this Agreement is intended, or shall be construed, to confer upon or give any person or entity other than the Parties hereto and their respective estates, heirs, successors, or assigns, any rights or remedies under or by reason of this Agreement.

8. Successors Bound by Agreement

This Agreement shall be binding upon and inure to the benefit of the Parties and their respective agents, attorneys, officers, employees, representatives, successors and assigns. The Parties agree for themselves, and their successors and assigns to do all acts necessary to carry out the intents and purposes of this Agreement.

9. Amendment of Agreement

No changes, amendments, supplements, or modifications of this Agreement shall be valid unless the same be in writing and signed by all Parties hereto.

10. Interpretation of Agreement

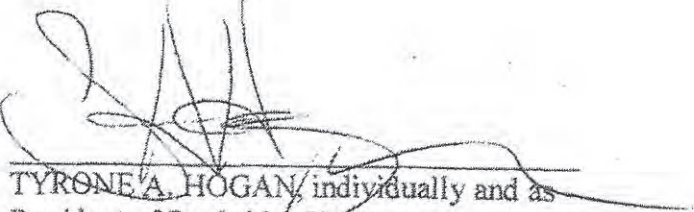
Where appropriate in this Agreement, words used in the singular shall include the plural, and words used in the masculine shall include the feminine and neuter. All headings which are used in this Agreement are for the convenience of the reader only and shall not be used to limit or construe any of the provisions hereof

11. Counterparts

This Agreement may be executed by the Parties in one or more counterparts, each of which shall be an original and all of which, when taken together, shall constitute one and the same Agreement.

IN WITNESS WHEREOF, the undersigned have executed this Agreement effective on the day and year first above written.

[THIS SPACE INTENTIONALLY LEFT BLANK]


TYRONE A. HOGAN, individually and as
President of Rockridge Holdings, Inc.

FIFTH THIRD MORTGAGE-MI, LLC, a Delaware
limited liability company

By: Sherrise Paul
Its: VICE PRESIDENT

FIFTH THIRD MORTGAGE COMPANY, an Ohio
corporation

By: Sherrise Paul
Its: VICE PRESIDENT

FIFTH THIRD BANK, a Michigan banking
corporation

By: Mr. D. M. J.
Its: V.P.

THIS DOCUMENT IS SUBJECT TO A
PROTECTIVE ORDER ENTERED ON

SEP 27 2006

Fifth Third/Hance
FTB18846

JOHN A. NITZ
CHARLES E. TURNBULL
LAWRENCE M. SCOTT
CRAIG S. SCHOENHERR, SR.
G. TIMOTHY MOORE
CLARK A. ANDREWS
ROBERT C. DAVIS
MATTHEW K. CASEY
SUSAN A. RANCILIO
BRUCE H. HOFFMAN
JEFFREY A. BAHORSKI
FRANK E. HENKE
DAVID W. MACDONALD
DAVID C. C. EBERHARD
ROSEMARY V. DAVIS
DONALD P. DONAULT, JR.
WILLIAM N. LISTMAN
JOHN D. BARTLEY
RALPH COLASUONNO
KURT A. STEINKE
MARC D. KASZUBSKI
TRACY L. FRINK
CHERYL D. COOK
JAMES J. SARCONI

O'REILLY RANCILIO P.C.
ATTORNEYS AT LAW

KENNETH L. RANCILIO
1939 - 1998

PAUL J. O'REILLY
1940 - 2003

OF COUNSEL
GARY J. COLLINS
DAVID A. WIDLAK
LAWRENCE J. NAHAS

November 23, 2005

**Certified Mail, Return
Receipt Requested**

Federal Insurance Company
c/o CHUBB Group of Insurance Companies
Capital Center, 251 North Illinois, Suite 1100
Indianapolis, IN 46204-1927

RECEIVED BY

DEC 05 2005

HOME OFFICE CLAIMS

DIRECT DIAL: (588) 987-6466
E-MAIL: clm@bullcityorlaw.com

RE: Fifth Third Bancorp and Subsidiaries
Bond Number: 81598950 (DFT) Issued to Fifth Third Bancorp

NOTICE OF CLAIM

Dear Sir or Madam:

Please accept this letter as a notice of claim by and on behalf of Fifth Third Bancorp under the above referenced Financial Institution Bond, and/or any other applicable bonds or insurance policies, for an employee theft claim arising out of the conduct of Robert Hance. In addition, other employees of Fifth Third Bancorp are being investigated for possible involvement in activities giving rise to this claim.

Mr. Hance is believed to have engaged in acts of dishonesty, and/or other conduct for which insurance coverage exists under the Bond, involving fraudulent mortgage loan transactions including fraudulent documents, "straw purchasers" and disbursements to improper individuals and entities. Fifth Third Bancorp first discovered suspicious activity which might give rise to a loss on mortgage loan files reviewed by a Bank protection officer on November 8, 2005.

After this review was conducted, Mr. Hance was interviewed by Bank protection personnel on November 9, 2005 and admitted having received improper payments in the form of "kickbacks" for facilitating mortgage loans in connection with mortgage transactions.

The Bank's initial investigation has revealed twelve (12) loans which follow a similar pattern of apparent straw purchasers and fraudulent documents. The processing of the earliest of these loans appears to have commenced in March of 2005. The Bank has advanced approximately \$20,000,000.00 in the aggregate on these loans. At this time, the Bank is not certain of the nature or value of the collateral for these loans.

Sterling Town Center • 12900 Hall Road, Suite 350 • Sterling Heights, MI 48313
(586) 726-1000 • FAX (586) 726-1560 • www.orlaw.com

PENGAD-Bayonne, N.J.

**DEFENDANT'S
EXHIBIT**

Federal Insurance Company
November 23, 2005
Page 2

The subject loans were originated by Fifth Third Bank's mortgage subsidiary, Fifth Third Mortgage-MI, LLC located in Birmingham, Michigan. Our firm has been retained by the Bank to aid in the investigation of the loans and to initiate civil proceedings for the recovery of funds.

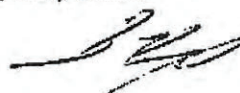
On November 16, 2005, we filed a complaint in the Oakland County Circuit Court for the State of Michigan against Mr. Hance and other parties involved in one of the fraudulent mortgage loans, on behalf of the Bank's mortgage subsidiary, in order to obtain a Temporary Restraining Order freezing accounts at Comerica Bank which are under the control of Robert Hance and which appear to contain funds deposited in Comerica Bank from the fraudulent mortgage loan transaction which is the subject of the Complaint. We have been informed by Comerica Bank that the amount frozen in the accounts is approximately \$125,000.00. A hearing with respect to the continuation of the Temporary Restraining Order has been scheduled for December 7, 2005. A copy of the Complaint and Temporary Restraining Order will be forwarded to you upon request.

Please provide written acknowledgement of receipt of this Notice of Claim and forward all items necessary for Fifth Third Bancorp to furnish Federal Insurance Company a proof of loss for this claim.

Fifth Third Bancorp further requests that Federal Insurance Company agree to reimburse Fifth Third Bank for the legal expenses incurred in pursuing this recovery.

Because of the time sensitive nature of the matters stated above, Fifth Third Bancorp requests an immediate response to this Notice of Claim.

Very truly yours,



Charles E. Turnbull

CET/mg

cc: Mr. Marc D. Brandt, Fifth Third Bank (via electronic mail)
W. Wilson Stewart, Vice President and Director of Insurance Risk Management
(via electronic email)

JOHN A. NITZ
CHARLES E. TURNBULL
LAWRENCE M. SCOTT
CRAIG S. SCHOENHERR, SR.
G. TIMOTHY MOORE
CLARK A. ANDREWS
ROBERT C. DAVIS
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1940 - 2003

OF COUNSEL
GARY J. COLLINS
DAVID A. WIDLAK
LAWRENCE J. NAHAS

June 1, 2006

DIRECT DIAL: (586) 997-8466
E-MAIL: ctumbull@orlaw.com

**VIA E-MAIL AND
FIRST CLASS MAIL**

David D. Pardini, Esq.
Chubb Group of Insurance Companies
Fifth Avenue Place
120 Fifth Avenue
Pittsburgh, PA 15222-3008

Re: Proof of Loss with Hance and Reed
Fifth Third Mortgage-MI, LLC v Robert M. Hance, *et al*
Oakland County Circuit Court Case No. 05-070592-CZ

Dear Mr. Pardini:

As I discussed with you, Fifth Third Bank has received an additional recovery since the filing of the Proof of Loss in the form of a payoff on the mortgage loan to Anthony Sleiman for the property at 609 Yarboro Drive in the amount of \$982,345.90. I have updated the recovery schedule contained in the Proof of Loss and attached a copy to this letter.

On May 24, 2006, we filed the First Amended Complaint in the above action. I have attached a copy of the First Amended Complaint. A copy of the initial draft of this Complaint was contained in the Proof of Loss submission.

As we also discussed, the Bank has recently obtained information indicating that Robert Hance, along with Facilitating Party Tyrone Hogan, was involved in the origination of a fraudulent home equity loan dated July 25, 2005, the entire balance of which appears to be a loss. Copies of the relevant documents evidencing the loss will be forwarded to you under separate cover in order to supplement the Proof of Loss previously filed. We will be conducting discovery in the above lawsuit to obtain additional information with respect to this transaction.

We also discussed setting a meeting date at my office sometime during the month of June after the accountant retained by Chubb had an opportunity to review the Proof of

David D. Pardini
June 1, 2006
Page 2

Loss. Please let me know when such a meeting can be scheduled. Thank you for your cooperation.

Very truly yours,

A handwritten signature in cursive script that reads "Charles E. Turnbull".

Charles E. Turnbull

CET/lm
Enclosure

cc/enc: Marc D. Brandt, Esq. (via e-mail only)
James D. Rechel (via e-mail only)
Darrin Morgan (via e-mail only)

JOHN A. NITZ
CHARLES E. TURNBULL
LAWRENCE M. SCOTT
CRAIG S. SCHOENHERR, SR.
G. TIMOTHY MOORE
CLARK A. ANDREWS
ROBERT C. DAVIS
MATTHEW K. CASEY
BRUCE H. HOFFMAN
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FRANK E. HENKE
DAVID W. MACDONALD
DAVID C. C. EBERHARD
DONALD P. DeNAULT, JR.
WILLIAM N. LISTMAN
JOHN D. BARTLEY
RALPH COLASUONNO
KURT A. STEINKE
MARC D. KASZUBSKI
TRACY L. FRINK
CHERYL D. COOK
JAMES J. SARCONI
MICHELLE M. LUNDQUIST
DAVID S. MAQUERA

O'REILLY RANCILIO P.C.
ATTORNEYS AT LAW

KENNETH L. RANCILIO
1939 - 1998

PAUL J. O'REILLY
1940 - 2003

OF COUNSEL
GARY J. COLLINS
DAVID A. WIDLAK
LAWRENCE J. NAHAS

August 21, 2006

DIRECT DIAL: (586) 997-6466
E-MAIL: cburnbull@orlaw.com

VIA E-MAIL AND U.P.S.

David D. Pardini, Esq.
Chubb Group of Insurance Companies
Fifth Avenue Place
120 Fifth Avenue
Pittsburgh, PA 15222-3008

Re: Insured:	Fifth Third Bancorp
Bond No.	8159-89-50/012
Claim:	Robert Hance and Anthony Reed
Controlling Company:	Federal Insurance Company

Dear Mr. Pardini:

I have attached for your information, a copy of the Second Amended Complaint which was filed in the Hance lawsuit in Oakland County Circuit Court on August 9, 2006. As the exhibits are voluminous, I am forwarding a copy of the Second Amended Complaint with the exhibits via overnight mail rather than as an attachment to this letter. Answers to this Second Amended Complaint from the newly added defendants, or defendants against whom additional counts have been added, are due by August 30, 2006.

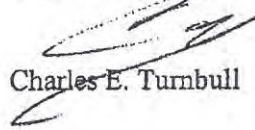
We are in the process of scheduling depositions with various defendants' counsel based upon court orders and stipulations entered into in this matter to date. Depositions of 16 current and former Fifth Third Bank and mortgage company employees are being scheduled to commence immediately after the Labor Day holiday. Other discovery, including numerous additional depositions, will be conducted in September and will intensify over the next few weeks.

In our last meeting, you indicated that Chubb, with its co-insurers, intended to propose a settlement of the insurance claim rather than paying the claim and taking over the litigation in this matter under its subrogation rights. Fifth Third is in agreement with this approach; however, it is imperative that a settlement be reached in the immediate future and finalized no later than September 1, 2006, so that our firm and Bank representatives can focus our efforts and resources on the litigation which will be intensifying over the next several weeks.

David D. Pardini
August 21, 2006
Page 2

It is my understanding you will be discussing this matter with co-insurer representatives either today or tomorrow. Please contact me with the results of your discussions as soon as possible.

Very truly yours,



Charles E. Turnbull

Enclosure

cc: Fifth Third Bank (w/out enclosure and via e-mail)

JOHN A. NITZ
CHARLES E. TURNBULL
LAWRENCE M. SCOTT
CRAIG S. SCHOENHERR, SR.
G. TIMOTHY MOORE
CLARK A. ANDREWS
MATTHEW K. CASEY
JEFFREY A. BAHORSKI
BRUCE H. HOFFMAN
FRANK E. HENKE
DAVID W. MACDONALD
DAVID C. C. EBERHARD
DONALD P. DeNAULT, JR.
JOHN D. BARTLEY
RALPH COLASUONNO
KURT A. STEINKE
MARC D. KASZUBSKI
TRACY L. FRINK
CHERYL D. COOK
JAMES J. SARCONI
MICHELLE M. LUNDQUIST
DAVID S. MAQUERA

O'REILLY RANCILIO P.C.
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1939 - 1998

PAUL J. O'REILLY
1940 - 2003

OF COUNSEL
GARY J. COLLINS
DAVID A. WIDLAK
LAWRENCE J. NAHAS

September 6, 2006

DIRECT DIAL: (586) 997-8466
E-MAIL: dumbull@orlaw.com

VIA E-MAIL

David D. Pardini, Esq.
Chubb Group of Insurance Companies
Fifth Avenue Place
120 Fifth Avenue
Pittsburgh, PA 15222-3008

Re: Insured: Fifth Third Bancorp
Bond No. 8159-89-50/012
Claim: Robert Hance and Anthony Reed
Controlling Company: Federal Insurance Company

Dear Mr. Pardini:

I have attached a revised and redlined copy of the Partial Release and Assignment which you forwarded to me on August 31, 2006. The redlined copy contains some language changes which I am suggesting. In addition, as we discussed on Friday, the method used in determining the loss is not accurate.

The Bank is extremely disappointed that Chubb has failed to honor the Bank's claim with respect to the Gillum and Newble loans and it is not clear to me why the additional information requested, especially for the Gillum loan, should be necessary for Chubb to honor this claim. We are in the process of compiling the additional requested information for these loans and will forward to you shortly. In the meantime, however, we need to address issues with the proposed assignment.

In prior correspondence to you, I have cited law which provides that the loss occurring in connection with a fraudulent loan is the amount lent to borrower at the time of disbursement and that amounts received by the Bank thereafter are recoveries. Your draft of Partial Release and Assignment has netted out recoveries in determining the amount of loss. The result is that the attorney fees and other expenses incurred in obtaining the recoveries have not been deducted by Chubb in determining the amount of the Bank's claim. Further, I have great concern with your comment to me in our phone discussion Friday that you may question our firm's fees as expenses of recoveries given that the recoveries resulted in "payoffs" on four of the mortgages.

It was my understanding that the attorney fee issue was put on hold solely to address the issue of privilege as to the detailed information contained in our statements. At this point, because it appears Chubb will be taking an assignment of the Bank's claims in

Sterling Town Center • 12900 Hall Road, Suite 350 • Sterling Heights, MI 48313
(586) 726-1000 • FAX (586) 726-1560 • www.orlaw.com

CHB
57

David D. Pardini, Esq.
September 6, 2006
Page 2

connection with these 10 loans, I would agree that the privilege issue may be resolved and I will forward to you our statements so the fees may be deducted as expenses against recoveries in determining the amount to be paid under the assignment.

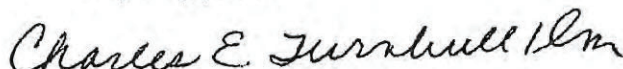
I am also forwarding to you, by separate e-mail, copies of the document production which commenced today consisting of the 60 binders containing over 17,000 pages of materials requested by the defendants' counsel as well as recent motions which have been filed and the deposition schedule of Bank employees which commence next Tuesday, September 12. Please advise me as soon as possible whether someone from Chubb plans on attending these depositions or the document production or any of the pending hearings.

We also need to determine whether Chubb intends to substitute in as plaintiff on this lawsuit and the Partial Release and Assignment needs to address the allocation of fees and expenses on an ongoing basis between the loans being assigned to Chubb and the Gillum loan on which Chubb has refused to pay the Bank's claimed loss.

In this regard, we are working with the Bank's fraud investigation staff to provide you with the additional requested information on the Gillum and Newble loans; however, we will need to move forward with the litigation and assignment issues while this information is being prepared.

Please contact me after reviewing the foregoing.

Very truly yours,



Charles E. Turnbull

CET/lm
Enclosure
cc/enc: Fifth Third Bank

David D Pardini /ChubbMail
11/21/2006 04:59 PM

To cturnbull@orlaw.com
anton.kidd@equijust.com, bill.parry@equijust.com,
carl.pearse@firstcity.com, "Leonard, Charles"
<Charles.Leonard@AIG.com>,
cc doug.annakin@hubinternational.com,
jeanna.king@firstcity.com, loleary@stpaultravelers.com,
"Wolin, Mark" <Mark.Wolin@AIG.com>,
mmaillet@chubb.com, paul.betts@firstcity.com
bcc
Subject Fifth Third 8159-89-50 / 012 Hance - Reed 

Chuck,

Pursuant to our discussions today, attached below is the revised Final Mutual Release. Thank you for your attention to this matter and please contact me with any further concerns.

David D. Pardini
Fidelity Claims Attorney
Chubb Group of Insurance Companies
Fifth Avenue Place
120 Fifth Avenue
Pittsburgh, PA 15222-3008
(412) 456-8056 direct
(412) 456-8009 fax



DDP250R #Fifth Third 8159-89-50#12 REVISED.doc

CONFIDENTIAL

THIS DOCUMENT IS SUBJECT TO A
RECEIVING ORDER FROM THE COURT

FEB 19 2008

TP - CHUBB DOCUMENTS
PER 2/19/08 ORDER 0079

David D Pardini /ChubbMail


11/06/2006 05:12 PM

To cturnbull@orlaw.com

AndySvi@aol.com, anton.kidd@equijust.com,
asvinicki@paacpas.com, bill.parry@equijust.com,
carl.pearse@firstcity.com, "Leonard, Charles"
<Charles.Leonard@AIG.com>,

cc doug.annakin@hubinternational.com, "Dairman, Fred"
<Fred.Dairman@AIG.com>, jeanna.king@firstcity.com,
loleary@stpaultravelers.com, marc.brandt@53.com, "Wolin,
Mark" <Mark.Wolin@AIG.com>, mmaillet@chubb.com,
paul.betts@firstcity.com

bcc

Subject Fifth Third 8159-89-50 / 012 Hance - Reed 

Mr. Turnbull,

Please accept this email in follow up to and confirmation of our discussions today whereby we agreed to a global settlement of any and all claims for the above referenced matter, inclusive of a waiver of any and all subrogation rights by the insurers, for \$4,300,000. We will forward a draft of the Final Release document early next week with the full particulars. On behalf of all the insurers, I thank you and Mr. Brandt for your time, effort and reasonableness in resolving this matter amicably.

Sincerely,

David D. Pardini
Fidelity Claims Attorney
Chubb Group of Insurance Companies
Fifth Avenue Place
120 Fifth Avenue
Pittsburgh, PA 15222-3008
(412) 456-8056 direct
(412) 456-8009 fax

TP - CHUBB DOCUMENTS
PER 2/19/08 ORDER 0072

FEB 19 2008

FINAL MUTUAL RELEASE

WHEREAS, Federal Insurance Company, St. Paul Mercury Insurance Company, National Union Fire Insurance Company of Pittsburgh, PA., Lloyds Syndicate #1007, Lloyds Syndicate #2488, Lloyds Syndicate #2987, St Paul Mercury, Lexington Ins. Co., and Wurttembergische are the Insurers ("INSURERS") and FIFTH THIRD BANCORP ("FIFTH THIRD") is the Insured on Financial Institution Bond No. 8159-89-50 ("the Bond"), which provides coverage for, among other things, direct losses of money sustained by FIFTH THIRD caused by dishonest acts committed by any FIFTH THIRD employee, acting alone or in collusion with others; and

WHEREAS, the employee dishonesty coverage of the Bond has a limit of liability of \$75,000,000 subject to a \$5,000,000 deductible; and

WHEREAS, FIFTH THIRD has submitted a Proof of Loss to INSURERS representing that it has sustained a loss resulting directly from dishonest acts committed by ROBERT HANCE and ANTHONY REED (HANCE and REED), in collusion with others, while HANCE and REED were employees of FIFTH THIRD, in connection with a loan fraud scheme including, but not limited to, twelve first mortgage loans to Anthony Sleiman (two loans), Mercedes Turon, Floyd Anderson III, Robert Walston, Roselene Langhorne, Stephanie P. Glover, Michael Bossenberry, Chenzira Maples, Scott Lucia, Terri Gillum and Ira Newble, and two home equity line of credit loans issued to Marcus Lewis and Pamela Walston, made by FIFTH THIRD; and

WHEREAS, INSURERS have conducted an independent investigation into the facts which are the subject of the Proof of Loss described above; and

WHEREAS, INSURERS and FIFTH THIRD have agreed to settle and compromise the claim described above against Bond No. 8159-89-50.

NOW, THEREFORE, in consideration of the payment of \$4,300,000 by INSURERS to FIFTH THIRD, and other good and valuable consideration, the sufficiency of which are hereby acknowledged:

1. FIFTH THIRD, for itself and its successors and assigns, hereby forever releases and discharges INSURERS and their successors and assigns of and from any and all claims, liabilities and causes of action of any nature whatsoever which in any way arise out of or derive from any act or omission of HANCE and REED with respect to the referenced loan fraud scheme including, but not limited to, the identified 12 first mortgage loans and 2 home equity line of credit loans, or which are in any way whatsoever related to the facts which are the subject of the Proof of Loss described above ; and

2015 FEB 19 10 00 AM

ALL DOCUMENTS SUBJECT TO
FIFTH THIRD BANCORP

FEB 19 2008

PAGE TWO OF THREE

2. INSURERS, for themselves and their successors and assigns, hereby forever waive and discharge any assignment, transfer or conveyance from FIFTH THIRD of any and all claims, rights and causes of action which FIFTH THIRD has or may have against HANCE and REED and/or any other person or entity which may be liable, in whole or in part, for the loss sustained by FIFTH THIRD as the result of the dishonesty of HANCE and REED; and

3. INSURERS, for themselves and their successors and assigns, hereby forever waive and discharge any and all lawful ways and means for the recovery of their payment of \$4,300,000 to FIFTH THIRD; and

4. FIFTH THIRD and INSURERS hereby agree and acknowledge that this Final Mutual Release may be executed in any number of counterparts, each of which shall constitute an original and all of which taken together shall constitute one and the same instrument. Facsimile signatures shall be binding and reflect the signor's acceptance, however, original signatures may ultimately be exchanged by the parties; and

5. INSURERS hereby agree, provided FIFTH THIRD returns its executed counterpart of this Final Mutual Release to INSURERS by November 30, 2006, to pay their respective share as per the Bond's Co-Surety Endorsement of the \$4,300,000 to FIFTH THIRD by delivery to FIFTH THIRD'S agents, including counsel O'Reilly Rancilio P.C. and brokers HUB International and FirstCity, on or before December 15, 2006.

IN WITNESS WHEREOF, FIFTH THIRD and INSURERS have caused this Final Release to be executed this 4th day of December, 2006.

FIFTH THIRD BANCORP

By: David L. Raulu

Title/date: Executive Vice President 11/24/06

FEDERAL INSURANCE COMPANY

By: David D. Packer

Title/date: Claims Officer 12-4-06

ST. PAUL MERCURY INSURANCE COMPANY

By: Lyndell L. Sykes

Title/date: Senior Claim Atty 12/4/06

NOV 28 '06 19:21

TP - CHUBB DOCUMENTS
PER 2/19/08 ORDER 0085

FEB 19 2008

PAGE. 03

PAGE THREE OF THREE

AIG DOMESTIC CLAIMS ON BEHALF OF NATIONAL
UNION FIRE INSURANCE COMPANY OF
PITTSBURGH, PA

By: M. W. W. W. W. W.

Title/date: Complex Claims Director 12-7-06

LLOYDS SYNDICATE #1007

By: [Signature]

Title/date: MANAGER FI CLAIMS NVA
1007

LLOYDS SYNDICATE #2488

By: [Signature] A. Hemmings

Title/date: Senior Claims Adjuster

LLOYDS SYNDICATE #2987

By: [Signature] A. Hemmings

Title/date: Senior Claims Adjuster

ST. PAUL MERCURY

By: [Signature]

Title/date: Sr. Claims Atty.

LEXINGTON INS. CO.

By: _____

Title/date: _____

WURTEMBERGISCHE

By: M. L. JONES

Title/date: CLAIMS EXAMINER. 7/14/06

NOV 29 '06 19:21

PAGE 04

TP - CHUBB DOCUMENTS
PER 2/19/08 ORDER 0086

FEB 19 2008

PAGE THREE OF THREE

AIG DOMESTIC CLAIMS, INC. ON BEHALF OF
NATIONAL UNION FIRE INSURANCE COMPANY OF
PITTSBURGH, PA

By: _____

Title/date: _____

LLOYDS SYNDICATE #1007

By: _____

Title/date: _____

LLOYDS SYNDICATE #2488

By: _____

Title/date: _____

LLOYDS SYNDICATE #2987

By: _____

Title/date: _____

ST. PAUL MERCURY

By: _____

Title/date: _____

LEXINGTON INS. CO.

By: Charles J. Leonard

Title/date: Sr. Examiner 12/7/06

WURTTENBERGISCHE

By: _____

Title/date: _____

FEB 19 2008

PAGE THREE OF THREE

AIG DOMESTIC CLAIMS ON BEHALF OF NATIONAL
UNION FIRE INSURANCE COMPANY OF
PITTSBURGH, PA

By: Mark Whlin

Title/date: Complex Claims Director 12-7-06

LLOYDS SYNDICATE #1007

By: [Signature]

Title/date: MANAGER FI CLAIMS NVA
1007

LLOYDS SYNDICATE #2488

By: [Signature] A. Hemmings

Title/date: Senior Claims Adjuster

LLOYDS SYNDICATE #2987

By: [Signature] A. Hemmings

Title/date: Senior Claims Adjuster

ST. PAUL MERCURY

By: _____

Title/date: _____

LEXINGTON INS. CO.

By: _____

Title/date: _____

WURTTENBERGISCHE

By: M. L. Jones

Title/date: CLAIMS EXAMINER. 7/1/06

NOV 26 '06 19:21

PAGE 04
THIS DOCUMENT IS NOT
FOR PUBLIC RELEASE

FEB 19 2008

HANCE INVESTIGATION

FUNDS RECEIVED TO DATE – APRIL 14, 2006

MORTGAGE LOAN PAYOFFS

<u>Borrower's Name</u>	<u>Address</u>	<u>Date</u>	<u>Source</u>	<u>Amount Rec'd</u>
Michael Bossenbery	1645 Lochridge	01/06/06	Westminster Title Agency, Inc.	\$1,719,905.21
Anthony Sleiman	2610 Vhay Lane	01/31/06	Clear Title Agency, Inc.	\$2,813,109.49
	609 Yarbboro Dr.	04/13/06		\$ 982,345.90
Robert Walston	219 Lakewood	03/06/06	Patriot Title Agency, Inc.	\$2,589,234.57
TOTAL				<u>\$8,104,595.17</u>

CURRENT FUNDS HELD IN FIFTH THIRD ACCOUNTS

(Various individuals and entities)

TOTAL	<u>\$ 253,832.61</u>
--------------	-----------------------------

COMERICA BANK

ACCOUNTS HELD UNDER TEMPORARY RESTRAINING ORDER

<u>Account Name</u>	<u>Account Number</u>	<u>Balance</u>
Robert M. Hance	6812-58225-9	\$ 22,226.24 (11/18/05)
Executive Estate Builders	1852-02850-3	\$133,407.78(10/31/05)
TOTAL		<u>\$155,634.02</u>

MORTGAGE LOANS OUTSTANDING

<u>Borrower's Name</u>	<u>Address</u>	<u>Disbursed</u>
Floyd Anderson	4000 Overlea Ct.	\$ 1,258,740
Terri Gillum	264 Lone Pine Ct.	\$ 2,000,000 See 9/6/06 Ltr.
Stephanie Glover	3935 Quarton Rd.	\$ 1,754,380 1,711,143.55
Roselene Langhorne	Lot 88, Brookside	\$ 574,350 553,763.55
Scott Lucia	Lone Pine Court	\$ 1,861,080 1,824,156.05
Chenzira Maples	3941 Quarton Rd.	\$ 1,374,380
Anthony Sleiman	609 Yarbero Dr.	\$ 975,000
Mercedes Turon	3320 Franklin Rd.	\$ 1,620,000 1,615,000
Robert Walston	219 Lakewood Dr.	\$ 2,560,000
TOTAL		\$12,002,920

DATE	DESCRIPTION	AMOUNT	BALANCE
10/1/2014	10/1/2014	\$ 8,050,281	\$ 8,050,281
10/2/2014	10/2/2014	\$ 246	\$ 8,050,527
10/3/2014	10/3/2014	\$ 246	\$ 8,050,773
10/4/2014	10/4/2014	\$ 246	\$ 8,051,019
10/5/2014	10/5/2014	\$ 246	\$ 8,051,265
10/6/2014	10/6/2014	\$ 246	\$ 8,051,511
10/7/2014	10/7/2014	\$ 246	\$ 8,051,757
10/8/2014	10/8/2014	\$ 246	\$ 8,052,003
10/9/2014	10/9/2014	\$ 246	\$ 8,052,249
10/10/2014	10/10/2014	\$ 246	\$ 8,052,495
10/11/2014	10/11/2014	\$ 246	\$ 8,052,741
10/12/2014	10/12/2014	\$ 246	\$ 8,052,987
10/13/2014	10/13/2014	\$ 246	\$ 8,053,233
10/14/2014	10/14/2014	\$ 246	\$ 8,053,479
10/15/2014	10/15/2014	\$ 246	\$ 8,053,725
10/16/2014	10/16/2014	\$ 246	\$ 8,053,971
10/17/2014	10/17/2014	\$ 246	\$ 8,054,217
10/18/2014	10/18/2014	\$ 246	\$ 8,054,463
10/19/2014	10/19/2014	\$ 246	\$ 8,054,709
10/20/2014	10/20/2014	\$ 246	\$ 8,054,955
10/21/2014	10/21/2014	\$ 246	\$ 8,055,201
10/22/2014	10/22/2014	\$ 246	\$ 8,055,447
10/23/2014	10/23/2014	\$ 246	\$ 8,055,693
10/24/2014	10/24/2014	\$ 246	\$ 8,055,939
10/25/2014	10/25/2014	\$ 246	\$ 8,056,185
10/26/2014	10/26/2014	\$ 246	\$ 8,056,431
10/27/2014	10/27/2014	\$ 246	\$ 8,056,677
10/28/2014	10/28/2014	\$ 246	\$ 8,056,923
10/29/2014	10/29/2014	\$ 246	\$ 8,057,169
10/30/2014	10/30/2014	\$ 246	\$ 8,057,415
10/31/2014	10/31/2014	\$ 246	\$ 8,057,661
11/1/2014	11/1/2014	\$ 246	\$ 8,057,907
11/2/2014	11/2/2014	\$ 246	\$ 8,058,153
11/3/2014	11/3/2014	\$ 246	\$ 8,058,399
11/4/2014	11/4/2014	\$ 246	\$ 8,058,645
11/5/2014	11/5/2014	\$ 246	\$ 8,058,891
11/6/2014	11/6/2014	\$ 246	\$ 8,059,137
11/7/2014	11/7/2014	\$ 246	\$ 8,059,383
11/8/2014	11/8/2014	\$ 246	\$ 8,059,629
11/9/2014	11/9/2014	\$ 246	\$ 8,059,875
11/10/2014	11/10/2014	\$ 246	\$ 8,060,121
11/11/2014	11/11/2014	\$ 246	\$ 8,060,367
11/12/2014	11/12/2014	\$ 246	\$ 8,060,613
11/13/2014	11/13/2014	\$ 246	\$ 8,060,859
11/14/2014	11/14/2014	\$ 246	\$ 8,061,105
11/15/2014	11/15/2014	\$ 246	\$ 8,061,351
11/16/2014	11/16/2014	\$ 246	\$ 8,061,597
11/17/2014	11/17/2014	\$ 246	\$ 8,061,843
11/18/2014	11/18/2014	\$ 246	\$ 8,062,089
11/19/2014	11/19/2014	\$ 246	\$ 8,062,335
11/20/2014	11/20/2014	\$ 246	\$ 8,062,581
11/21/2014	11/21/2014	\$ 246	\$ 8,062,827
11/22/2014	11/22/2014	\$ 246	\$ 8,063,073
11/23/2014	11/23/2014	\$ 246	\$ 8,063,319
11/24/2014	11/24/2014	\$ 246	\$ 8,063,565
11/25/2014	11/25/2014	\$ 246	\$ 8,063,811
11/26/2014	11/26/2014	\$ 246	\$ 8,064,057
11/27/2014	11/27/2014	\$ 246	\$ 8,064,303
11/28/2014	11/28/2014	\$ 246	\$ 8,064,549
11/29/2014	11/29/2014	\$ 246	\$ 8,064,795
11/30/2014	11/30/2014	\$ 246	\$ 8,065,041
12/1/2014	12/1/2014	\$ 246	\$ 8,065,287
12/2/2014	12/2/2014	\$ 246	\$

FTEM Mortgage Fraud - HELOC Loans

Name	Account	Funding	Principal Paid	Interest Paid	Fees Paid
Marcus Lewis	856871330	400,000.00	0.00	5667.21	0.00
Pamela Walston	859510349	400,000.00	0.00	8887.01	0.00

December 5, 2006

Via DHL Overnight


Charles E. Turnbull
O'Reilly Rancilio, P.C.
Sterling Town Center, Suite 350
12900 Hall Road
Sterling Heights, MI 48313-1151

RE:	Insured:	Fifth Third Bancorp
	Bond No.:	8159-89-50 / 012
	Claim:	Employee Dishonesty / Robert Hance – Anthony Reed
	Controlling Company:	Federal Insurance Company

Dear Mr. Turnbull:

Enclosed please find our indemnity check payable to Fifth Third in the amount of \$1,433,348.24 as per the Bond's Co-Surety Endorsement and the executed Final Mutual Release – a copy of which with my signature on behalf of Federal was sent via separate email this same day. Thank you again for your efforts in resolving this matter amicably and please do not hesitate to contact me with any final concerns.

Very truly yours,
Chubb & Son
A division of Federal Insurance Company



David D. Pardini, Esq.
Bond Claims Attorney
Northern Specialty Claims
Direct Dial: 412-456-8056
Fax: 412-456-8009
E-mail: dpardini@chubb.com

DDP/lac.591L

Enclosure

THIS DOCUMENT IS SUBJECT TO A
PROTECTIVE ORDER ENTERED ON

FEB 19 2008

TP – CHUBB DOCUMENTS
PER 2/19/08 ORDER 0048



David D Pardini /ChubbMail

12/05/2006 09:51 AM

To cturnbull@orlaw.com

anton.kidd@equijust.com, bill.parry@equijust.com,
carl.pearse@firstcity.com, "Leonard, Charles"
<Charles.Leonard@AIG.com>,

cc doug.annakin@hubinternational.com,
jeanna.king@firstcity.com, loleary@stpaultravelers.com,
"Wolin, Mark" <Mark.Wolin@AIG.com>,
mmaillet@chubb.com, paul.betts@firstcity.com

bcc

Subject Fifth Third 8159-89-50 / 012 Hance - Reed

Mr. Turnbull,

In follow up to my voice mail, attached below is a copy of the Final Mutual Release executed by myself on behalf of Federal Insurance Company. Our indemnity check (\$1,433,342.24) is being sent to your attention via DHL overnight and should arrive tomorrow. Thank you for everything and please do not hesitate to contact me with any final concerns.


David

David D. Pardini
Fidelity Claims Attorney
Chubb Group of Insurance Companies
Fifth Avenue Place
120 Fifth Avenue
Pittsburgh, PA 15222-3008
(412) 456-8056 direct
(412) 456-8009 fax



Fifth Third Bnk - Hance - Signature page.pdf

Court Explorer

 Register of Actions
[← Go Back](#)**Case Number**

2009-100219-CK

Entitlement

FIFTH THIRD BANK vs. FIRST AMERICAN TITLE INS CO

Judge Name

D. LANGFORD MORRIS

Case E-Filed

NO

Case Filed

04/23/2009

Case Disposed

05/25/2010

Date	Code	Desc
11/24/2010	REA	ORDER FILED REASSIGNING /MCDONALD
11/20/2010	OJR	CASE REASSIGNED FROM JUDGE MCDONALD TO JUDGE LANGFORD M
05/28/2010	POS	AFFIDAVIT/PROOF OF SERVICE FILED
05/25/2010	DIS	DISMISSAL GRANTED AS TO ALL PARTIES W/ PREJ W/O COSTS
05/25/2010	FDD	FINAL DISP-DISMISS
05/25/2010	STO	STIP/ORD FILED OF DISMISSAL
04/20/2010	MPR	MOTION PRAECIPE FILED FOR 05052010 JUDGE 13
04/19/2010	POS	AFFIDAVIT/PROOF OF SERVICE FILED
04/19/2010	NOH	NOTICE OF HEARING FILED
04/14/2010	MPR	MOTION PRAECIPE FILED FOR 04282010 JUDGE 13
04/01/2010	OMA	CASE EVALUATION OUTCOME 02112010 REJECTED
03/26/2010	POS	AFFIDAVIT/PROOF OF SERVICE FILED
03/19/2010	ADJ	ORDER OF ADJOURNMENT FILED TRIAL
03/18/2010	FMA	ALLOW FILING OF MOTIONS



Date	Code	Desc
03/18/2010	APC	ADJ-COUNSEL 04062010 TO 06072010 BY ORDER
03/18/2010	APR	DATE SET FOR TRIAL ON 06072010 01 30 PM Y 13
03/10/2010	POS	AFFIDAVIT/PROOF OF SERVICE FILED
03/10/2010	RES	RESPONSE FILED PLF/TO MTN FOR PARTIAL SUM DISP
03/10/2010	BRF	BRIEF FILED PLF/OPPOSE MTN FOR PARTIAL SUM DISP
02/10/2010	POS	AFFIDAVIT/PROOF OF SERVICE FILED
02/01/2010	NOH	NOTICE OF HEARING FILED
02/01/2010	POS	AFFIDAVIT/PROOF OF SERVICE FILED
01/28/2010	LET	LETTER FILED SCHEDULING
01/26/2010	BRF	BRIEF FILED DFT/SUPPT MTN FOR PART SUM DISP
01/25/2010	POS	AFFIDAVIT/PROOF OF SERVICE FILED
01/22/2010	POS	AFFIDAVIT/PROOF OF SERVICE FILED
01/21/2010	NOH	NOTICE OF HEARING FILED
01/21/2010	POS	AFFIDAVIT/PROOF OF SERVICE FILED
01/21/2010	MTN	MOTION FILED PARTIAL SUM DISP/DFT
01/20/2010	POS	AFFIDAVIT/PROOF OF SERVICE FILED
01/14/2010	POS	AFFIDAVIT/PROOF OF SERVICE FILED
01/08/2010	POS	AFFIDAVIT/PROOF OF SERVICE FILED
01/07/2010	POS	AFFIDAVIT/PROOF OF SERVICE FILED
12/17/2009	POS	AFFIDAVIT/PROOF OF SERVICE FILED
12/11/2009	ORD	ORDER FILED GRT DFT MTN TO MODFY SO
12/11/2009	POS	AFFIDAVIT/PROOF OF SERVICE FILED
12/10/2009	APM	ADJOURNED PER CASE EVALUATION CLERK FROM 01212010
12/10/2009	APR	DATE SET FOR CASE EVAL ON 02112010 4 00 PM
12/09/2009	DM	DEFENSE MOTION MODIFY SCHEDULING-GRANTED
12/02/2009	MPR	MOTION PRAECIPE FILED FOR 12092009 JUDGE 13
12/02/2009	MTN	MOTION FILED TO MODIFY SCHED ORDER/DFT
12/02/2009	POS	AFFIDAVIT/PROOF OF SERVICE FILED
12/02/2009	NOH	NOTICE OF HEARING FILED
11/20/2009	WLT	WITNESS LIST FILED FIRST AMERICAN TITLE

Date	Code	Desc
11/20/2009	POS	AFFIDAVIT/PROOF OF SERVICE FILED
11/20/2009	EXH	EXHIBIT LIST FILED FIRST AMERICAN TITLE
11/19/2009	POS	AFFIDAVIT/PROOF OF SERVICE FILED
11/19/2009	WLT	WITNESS LIST FILED & EXH/PLF
11/19/2009	WLT	WITNESS LIST FILED EXPERT/PLF
11/06/2009	APR	DATE SET FOR CASE EVAL ON 01212010 1:40 PM
10/19/2009	APM	ADJOURNED PER CASE EVALUATION CLERK FROM 01192010
10/19/2009	APR	DATE SET FOR CASE EVAL ON 01212010 NO TIME SET
07/27/2009	POS	AFFIDAVIT/PROOF OF SERVICE FILED
07/27/2009	POS	AFFIDAVIT/PROOF OF SERVICE FILED
07/14/2009	POS	AFFIDAVIT/PROOF OF SERVICE FILED
07/14/2009	RES	RESPONSE FILED DFT/TO REQ FOR ADMISS
07/09/2009	SO	SCHEDULING ORDER FILED
07/04/2009	SOP	SCHEDULING ORDER WRITTEN
07/04/2009		11/20/2009 EXPERT DATE.
07/04/2009		01/19/2010 CASE EVALUATION DATE.
07/04/2009		11/20/2009 WITNESS DATE.
07/04/2009		02/18/2010 MOTION DATE.
07/04/2009		12/18/2009 DISCOVERY DATE.
07/04/2009		04/06/2010 TRIAL DATE.
07/04/2009	APR	DATE SET FOR TRIAL ON 04062010 08 30 AM
06/16/2009	POS	AFFIDAVIT/PROOF OF SERVICE FILED
06/16/2009	REQ	REQUEST FILED PLF/FOR ADMISS
05/26/2009	ATC	ANSWER TO COMPLAINT FILED FIRST AMERICAN/AFM
05/26/2009	POS	AFFIDAVIT/PROOF OF SERVICE FILED
05/01/2009	SUM	P/S ON SUMMONS FILED 04/28/09
04/23/2009	C	COMPLAINT FILED
04/23/2009	SI	SUMMONS ISSUED